Entered May 28, 1962

BEFORE THE OIL CONSERVATION COMMISSION OF THE STATE OF NEW MEXICO

IN THE MATTER OF THE HEARING CALLED BY THE OIL CONSERVATION COMMISSION OF NEW MEXICO FOR THE PURPOSE OF CONSIDERING:

CASE No. 2534 Order No. R-2227

APPLICATION OF AMERADA PETROLEUM CORPORATION FOR A QUADRUPLE COMPLETION, LEA COUNTY, NEW MEXICO.

ORDER OF THE COMMISSION

BY THE COMMISSION:

This cause came on for hearing at 9 o'clock a.m. on April 25, 1962, at Santa Fe, New Mexico, before Elvis A. Utz, Examiner duly appointed by the Oil Conservation Commission of New Mexico, hereinafter referred to as the "Commission," in accordance with Rule 1214 of the Commission Rules and Regulations.

NOW, on this <u>3rd</u> day of May, 1962, the Commission, a quorum being present, having considered the application, the evidence adduced, and the recommendations of the Examiner, Elvis A. Utz, and being fully advised in the premises,

FINDS:

- (1) That due public notice having been given as required by law, the Commission has jurisdiction of this cause and the subject matter thereof.
- (2) That the applicant, Amerada Petroleum Corporation, seeks permission to complete its State NJ "A" Well No. 3, located in Unit A of Section 2, Township 25 South, Range 37 East, NMPM, Lea County, New Mexico, as a quadruple completion (combination) in the San Andres, Blinebry, Drinkard and Devonian formations in the North Justis Field with the production of oil from the Devonian and Drinkard formations to be through separate strings of 1 1/2-inch tubing set within parallel strings of 3 1/2-inch casing, and the production of oil from the Blinebry formation to be through a parallel string of 2 7/8-inch casing; applicant proposes to dispose of salt water into the San Andres formation through a parallel string of 2 3/8-inch casing.
- (3) That the mechanics of the proposed quadruple completion are feasible and in accord with good conservation practices, provided that centralizers or turbolizers are installed throughout and to at least 100 feet above each zone.
- (4) That approval of the subject application will neither cause waste nor impair correlative rights.

-2-CASE No. 2534 Order No. R-2227

IT IS THEREFORE ORDERED:

(1) That the applicant, Amerada Petroleum Corporation, is hereby authorized to complete its State NJ "A" Well No. 3, located in Unit A of Section 2, Township 25 South, Range 37 East, NMPM, Lea County, New Mexico, as a quadruple completion (combination) in the San Andres, Blinebry, Drinkard and Devonian formations in the North Justis Field with the production of oil from the Devonian and Drinkard formations to be through separate strings of 1 1/2-inch tubing set within parallel strings of 3 1/2-inch casing, and the production of oil from the Blinebry formation to be through a parallel string of 2 7/8-inch casing; applicant is further authorized to dispose of salt water into the San Andres formation through a parallel string of 2 3/8-inch casing.

 $\underline{\text{PROVIDED HOWEVER}},$ That the applicant shall complete, operate, and produce said well in accordance with the provisions of Rule 112-A of the Commission Rules and Regulations.

PROVIDED FURTHER, That centralizers or turbolizers shall be installed throughout and to at least 100 feet above each zone open to the well bore.

PROVIDED FURTHER, That the applicant shall conduct zone segregation tests upon completion and annually thereafter during the Annual Gas-Oil Ratio Test Period for the Denvonian zone, and at such other times as the Secretary-Director of the Commission may prescribe.

(2) That jurisdiction of this cause is retained for the entry of such further orders as the Commission may deem necessary.

DONE at Santa Fe, New Mexico, on the day and year hereinabove designated.

STATE OF NEW MEXICO
OIL CONSERVATION COMMISSION

EDWIN L. MECHEM, Chairman

Quean de

E. S. WALKER, Member

A. L. PORTER, Jr., Member & Secretary

SEAL

esr/